

Company Registration Number 3280440 (England and Wales)
Charity Number 1060963 (England and Wales)
Charity Number SC049019 (Scotland)

WHEN YOU WISH UPON A STAR
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022



WHEN YOU WISH UPON A STAR

CONTENTS

Charity Reference and Administrative Details	3
Report of the Management Committee	4-10
Report of the Auditors	11-14
Statement of Financial Activities (including Income and Expenditure Account)	15
Balance Sheet	16
Statement of Cash Flows	17
Notes forming part of the Financial Statements	18-32

WHEN YOU WISH UPON A STAR
CHARITY REFERENCE AND ADMINISTRATIVE DETAILS
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Company/Charity Name:	When You Wish Upon A Star
Charity registration numbers:	1060963 (England and Wales) SC049019 (Scotland)
Company registration number:	3280440
Registered office:	Futurist House Valley Road Nottingham NG5 1JE
Principal operating address:	Futurist House Valley Road Nottingham NG5 1JE
Management Committee:	Miss B White OBE M Inst F Mrs D Jaspal Mrs V Searby Mrs M Sims Chair - Dr T Mills
Secretary:	Miss K A Martt (resigned 1 April 2022) Miss A M Cleugh (appointed 26 September 2022)
Statutory Auditors:	UHY Hacker Young 14 Park Row Nottingham NG1 6GR
Bankers:	NatWest Bank Plc Portland Building, Level C University Park Nottingham NG7 2AG
Solicitors:	Freeth Cartwright Cumberland Court 80 Mount Street Nottingham NG1 6HH

The Management Committee presents its report and the audited financial statements for the year ended 31 December 2022.

Structure, Governance and Management

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 19 November 1996 and registered as a charity on 26 February 1997. The company was established under a Memorandum of Association, which established the objects and powers of the charitable company and is governed under its Articles of Association as amended by special resolutions dated 31 July 2008 and 2 August 2018. In the event of the company being wound up, the members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of the Management Committee

The directors of the company are also charity trustees for the purposes of charity law and are together known as the Management Committee. Under the requirements of the Memorandum and Articles of Association, the members of the Management Committee are elected to serve for a period of three years, after which they must be re-elected at the next Annual General Meeting.

Due to the nature of the charity objectives, much of the charity's work focuses upon very sick young people. The Management Committee seeks to ensure that the needs of this group are appropriately reflected through the diversity and competencies of the trustee body. The Management Committee considers that an appropriate spread of characteristics and skills are currently represented within the trustee body.

In 2021/22 the trustee body recruited 2 new trustee posts. These trustees were elected at the September 2022 AGM. All members of the Management Committee provide a list of their skills, which is reviewed annually. The trustees intend to recruit a further 1 or 2 trustees in 2023/24. This will be informed by a further review, identifying any skill or representation gaps.

Trustee Induction and Training

Before election, potential new trustees are required to familiarise themselves with the practical work of the charity. They are encouraged to meet key employees and attend a variety of the fundraising events. They will also be provided with the Charity's latest strategy document.

New trustees are provided with a pack of information, which includes:

- A copy of the Charity Commission's guide "the Essential Trustee".
- A copy of the Memorandum and Articles of Association.
- A copy of the latest approved Report and Financial Statements.

In addition to the above, periodic training and information sessions are arranged by the Chair of the Management Committee, to update trustees on their obligations, the charity's framework, risk assessments, understanding financial reporting and strategic planning. These sessions are generally provided by the professional advisors to the charity but may include others who the Chair deems appropriate. All trustees have up to date DBS Checks.

Risk Management

The Management Committee have considered the major risks facing the charity, which include the following:

- Governance risks
- Operational risks
- Financial risks
- External risks
- Compliance with laws and regulations

There is a formal risk-register which is reviewed at each Management Committee meeting. The Management Committee is satisfied that sufficient controls and procedures are in place to manage and minimise these risks and insuring against certain risks as appropriate. As part of the 2020 3-year Strategy, the charity has undertaken a comprehensive review of all governance, including the charity risks, to ensure that controls and procedures are enhanced. These will be reviewed and updated annually. The Charity remains a low-risk organisation.

The Coronavirus Pandemic affected the charity's work from early in 2020 until the end of 2022. This resulted in periods spent with varying degrees of mandated and voluntary social restrictions. This posed a significant risk to the charity. The Management Committee regularly reviewed and updated mitigating actions, during 2020 & 2021, and the pandemic recovery plans throughout 2022. It is recognised that the pandemic had a major impact on fundraising and charitable activity.

The continued effects of Brexit, and then the conflict in Ukraine, inhibited post-pandemic economic recovery in the UK. This held back the planned regrowth of the charity. The challenging environment for fundraising remains a risk. The other new risk is the shortage of experienced fundraisers, due to the role being more exacting, as well as the expanding number of smaller charities and corporate in-house charities.

Organisational Structure

The trustee membership of the Management Committee rose to five in 2022. From a variety of professional backgrounds and experience, they include experience in legal, accountancy, medical, governance, company executive management, Wish parent & long-term supporter and charity management. During the pandemic, until autumn of 2022, meetings were held every 2 – 3 weeks, mostly with senior managers in attendance. Since then, the meetings have been mostly monthly, excluding December and August.

A management accountant was engaged on a weekly basis to provide the committee with financial summaries and to work alongside the auditors. This work remained challenging, as this individual staff member was only employed one day per week. Financial management structures have been reviewed and new financial assistance and support is in place with updated procedures.

The committee are responsible for the strategic direction and policy of the charity. The strategic and high-level decisions are discussed, and their outcomes documented. The charity's 2020 3-Year Strategy continued to underpin the charity's work in 2022 and into 2023.

The Pandemic Recovery Business Plans in 2021 and 2022, informed the return to more normal working. The intention of these plans was to continue the charity's sustainability, viability and to maintain its reserves, whilst preserving its reputation as a respected Wish-providing charity, which has been achieved.

The reduced staff and increased frequency of Management Committee meetings during the pandemic meant that, in place of minutes, the record of business was in the form of formal agendas, action logs and the detailed business plans. In mid-2022, an Executive Assistant was appointed and started attending meetings, so formal minutes recommenced.

Prior to 2020 a scheme of delegation was in place and the day-to-day responsibility for the charity's operational management and decision-making was carried out by Barbara White (Founder Trustee), and the General Manager.

During 2020 and 2021 the trustees oversaw more of the operational decisions due to the importance of surviving the impact of the pandemic.

The 3-Year Strategy included a full review of organisational structures within the charity, this was commenced in autumn of 2021. The review was completed, and organisational development plan was produced. In early 2022 the proposals were agreed and initiated.

The most significant change was the post of General Manager being replaced by appointing the charity's first Chief Executive, who took up post in September 2022. This new post was to give a more strategic and developmental focus to the leadership of the charity at this crucial time.

Related Parties

The charity has no related parties other than the Trustees, Key Management Personnel, their close family members and any entities in which they have a significant interest.

Objectives and Activities

The Trustees confirm they have complied with the Charities Act 2011 to have regard to the general guidance issued by the Charity Commission on public benefit.

The company's objects and principal activities are:

- To relieve the need of terminally ill or sick children with life threatening illnesses and in particular to assist such children to have holidays and/or entertainment; and
- To relieve the need of the families of such children.

The main objective during the year was to continue with the provision of Wishes to terminally ill children and children with life threatening illnesses, between the ages of 4 and 16, within the United Kingdom.

The number of Wishes started to return to normal in 2022. Wishes for those accepted Pre-pandemic were all completed, and plans were made for reopening for new overseas Wishes in 2023.

The charity also wanted to maintain its profile and start to return income generation to pre-pandemic levels.

Achievements and Performance

The income from fundraising has remained down on pre-pandemic years but stayed roughly the same as 2021 without the assistance of HMRC pandemic related payments. Much work has gone into paving the way for increased fundraising activity over the following year.

The pandemic working from home ceased for most staff but there is now a remote working policy in place. In 2022 the trustees agreed to work towards its closure of the Northwest office in 2023, when the lease expires, and have fundraisers in the north regions work from home.

In 2022 we had some further resignations, 2 redundancies and 2 maternity leaves. All vacancies still require the approval of Trustees before refilling the posts. Recruitment to fundraising posts agreed remained difficult due to shortage of applicants nationally. In autumn 2022 the Head of Fundraising resigned and was replaced early in 2023 with a Fundraising Manager. The new role of Community Fundraiser was introduced as a developmental role. The outgoing graphic designer has been replaced by using external resources. The Scotland office, which still benefits from OSCR Charity Registration, saw the addition of a fundraising assistant.

The When You Wish Upon a Star 2020 3-Year Strategy progressed in 2022. The agreed charity values underpin the way we all work at the charity. It was agreed that the 3-Year Strategy would roll into 2023 for the 5 Objectives to be worked on further. These are being reviewed by the new Chief Executive, prior to developing a new plan ready for 2024.

Charity Outlet

Our Charity Outlet, which receives brand new donated goods from large retail companies, has continued to be a success. In 2022 it continued to have good levels of donated new stock. Sales remained high with hard work by our warehouse and shop staff. As part of the structural change the warehouse manager took on managing the outlet and facilities management.

Supporters

Planned fundraising activity started to return in 2022, with marathons and arctic trek back. Our dedicated supporters continued to attend and organise 'In Aid Of' events, although still fewer than pre-pandemic. We kept in touch with

our supporters, especially via active use of social media and future events are being organised. Better supporter stewardship is planned for 2023.

Our own organised events

We did not organise any major fundraising events. The only big event was a Children's Ball in Scotland, which was a Treat.

Wishes

In 2022 the remaining pre-pandemic accepted Wishes were undertaken, many using the Wish Trip Voucher Scheme. The last few waiting Florida Wishes took place with only a couple going over into 2023. The Charity developed and opened a Wish Portal, for making Wish applications more efficient. This portal opens once a month and closes when 10 Wishes have been accepted, thus controlling the demand, and preventing a waiting list reforming. In 2022 only UK based Wishes were accepted. Plans were agreed to reopen for Florida and European Wishes for January 2023, but with no overseas Wishes outside those areas. A maximum budget was set for each Wish, which will be reviewed annually.

Some further "Red" Wishes, for very sick children approaching end of life, were completed with specific trustee approval. In 2022 these were for items of goods and not travel.

Group Wishes (Treats)

In 2022 some Treats for sick children were put on, such as a Children's Ball in Edinburgh, a series of Christmas cinema screenings and a group trip to Alton Towers. Unfortunately, the annual trips to Lapland were cancelled again for 2022, partly due to the knock-on effects of the pandemic on airlines, but also due to the conflict in Ukraine. Any restricted funds donated specifically for events such as Lapland and Winter Wonderland are being held until these can recommence (hopefully Dec 2023) and, where possible, the donors advised as such.

Holiday Properties

Hengar Manor in Cornwall was not used for Wishes again in 2022. Private lettings took place and brought in some income. Significant refurbishment is required at Hengar Manor, and this was being planned for 2023.

Alicante Villa has not been used for Wishes in 2022. Some maintenance took place in 2022 and a letting agent engaged. A medium-term winter tenant was accepted for winter 2022/23.

In March 2022 it was discovered that both Florida Villas required full roof replacement in order to renew the home insurance. In addition, external and internal redecoration was overdue and other internal refurbishments were needed; much of the villa dated back to the original at time of purchase 20 years ago. The new roofs and repainting were completed by July 2022 but, shockingly, within 3 weeks one villa was struck by lightning, causing significant damage. As well as dealing with the effects of smoke damage, the roof had to have charred trusses repaired and the roofing completely replaced. This has taken significantly longer to sort than expected, but was fully completed in 2023.

In August 2022, once the new roof and décor had been sorted, the Management Committee agreed to sell one of the Florida Villas. The housing market in Florida was buoyant, the pound was weak and the cost of using good aparthotels for additional Florida Wishes, if required, was no more than a fly-drive required to go to our villas. Releasing this capital would help act as a safety net for the Wish plans in 2023, whilst fundraising picked up, and help fund the remainder of the internal refurbishment of the remaining villa. The villa sale was not completed until 2023.

Financial Review

At the end 2022 the Charity had a small deficit, with the Free Reserves only 1% below 2021. This deficit was within limits allowed for during early 2022 when unplanned-for legacies, added to the additional Free Reserves achieved

since 2019. The Management Committee agreed that this would, if required, fund the necessary organisational restructuring and essential major refurbishment of the Florida Villas, which could not be delayed any longer; these both being one-off significant costs to protect the future of the charity and its major assets.

Overall charitable activity expenditure in 2022 was up significantly on that of 2021, closer to pre-pandemic levels. This was due to completing historic Wishes and re-opening to new Wishes. Direct Wish expenditure was 50% higher than 2021.

The initial plan over the past 3 years was to maintain cash reserves during the pandemic, then, in 2022, to re-establishing significant charitable activity. These aims have been achieved, whilst also funding the additional important one-off costs as above.

Principal Funding Sources

The charity's funding is mostly reliant on various fundraising events and donations received from businesses and individuals.

The Charity has attracted a number of small grants in 2022, but no large ones. In 2023 there is an intention to apply for an increased number of grants.

The retail outlet income has been a big help again in 2022, thanks to the much-appreciated donations from a couple of large retailer warehouses.

In 2022 a number of substantial legacies were received. We are so grateful to those generous supporters who felt us worthy of being beneficiaries in their wills. We thank them and remember them. These extra funds have made a massive difference.

Wish Making Policy

Our Wish Making Policy remains the same. The Management Committee usually aims for us to consider all requests received for wishes, provided they fall within the objects of the charity, but it is not always possible to grant the first Wish requested. A restriction to worldwide destination requests has been agreed and a budget cap set for each individual Wish, with Trustee discretion to approve Wishes over that cost, based on exceptionality.

Investment Policy

Due to the nature of the charity's objects, the Management Committee consider it vital that funds are available at short notice to grant wishes for the children. Consequently, the charity retains approximately 8% of funds in instant access accounts. The remainder is held in short notice deposit accounts, and these funds can be accessed instantly, subject to loss of interest. The return on investment for the cash deposit has remained consistent in 2022.

Over the past 20 years, the charity has invested in properties, which are used in the provision of Wishes granted to sick children. They have been let-out when they are not in use for Wishes, to bring in additional funds. The Management Committee in the past considered each property acquisition for its potential as a sound financial investment, as well as for its ability to furnish Wishes. In 2022 the balance of these criteria was reviewed. Some properties had become less popular as a Wish destination and some had a relative reduction in value due to age and location.

Since 2019, it has been financially unwise to consider further new investments in property, especially as there is now greater availability and variety of good standard holiday rental properties and hotels in the UK and Florida, some of which have adaptations for accessibility and disability. Maintenance of the properties and need for major refurbishments has affected their investment potential. Overseeing such work is also costly and problematic.

Therefore, the policy to have investment properties has, in effect, been reversed, and the decision made to decrease the portfolio of properties. This has started with selling one Florida Villa, while using the other for only granting Florida Holiday Wishes but with no private bookings. The future of Hengar Manor and Alicante Villa will be reviewed in 2023.

Reserves Policy

This policy was revised in 2022 and should now read that Free Reserves are required:

- a) to provide funds which can be designated to specific projects to enable these projects to be undertaken at short notice.
- b) to cover administration fund raising and support costs without which the charity could not function.
- c) to provide funds for the maintenance of properties at home and abroad to facilitate the provision of various wishes.
- d) To cover expenditure, especially on charitable activities, in circumstances that result in sudden loss of income.

To avoid the necessity of realising fixed assets held for the charity's use, the Management Committee considered it prudent that free reserves should be sufficient:

- a) to cover one year's administration and fund raising and support costs.
- b) to provide a pool equal to 25% of the average charitable expenditure over the preceding years from which funds can be designated to promised Wishes and specific projects.

This Reserves Policy will be fully reviewed on an annual basis.

These considerations for the reserves have been on hold due to the pandemic and the new main consideration has been to maintain cash in hand of £600,000.

This revised Free Reserves Policy will be formalised at the 2023 AGM.

Regarding net income, the measures taken in 2022 resulted in the small net deficit of £12,158 as compared with a positive net income of £14,296 for 2021. A shift of less than 1% of turnover.

Free reserves at the end December 2022 are £443,585, as detailed in note 15 to the financial statement. This is a small decrease on free reserves of £455,722 in 2021. But still around £50,000 higher than the pre-pandemic free reserve in Dec 2019. The level of free reserve and cash flow are monitored regularly by the Management Committee.

The Charity's total funds increased from £1.38m in 2019 to £1.47m in 2020, then £1.58m in 2021 and has slipped minimally to £1.56m in 2022.

Plans for Future Periods

The coming year or two is likely to remain difficult for fundraising due to the on-going economic climate and the changes in charitable giving. A new fundraising strategy will be developed and a complete refresh of how the charity utilises social media. External specialist consultants will help to facilitate that work. The Management Committee remains committed in supporting the Fundraisers Team in its efforts to raise funds via corporate and community supporters, grants and the promotion of the charity. We hope to increase the use of volunteers and improve their stewardship.

Now the new Chief Executive has become established in post, there will be a concentrated effort to complete the actions in the 2020 3-Year Strategy. Followed by work on producing a new 3-Year Strategy for 2024- 2026. The plans for closing the Northwest Office in September 2023 are advanced and that will make savings. Northern based fundraisers will then work remotely from home, with regular visits to head office or remote meetings with other staff.

The Chief Executive will also be completing their review of IT and look at provision of IT support. A similar project is also reviewing telephone contracts. Following detailed research an external provider of management accounting is being engaged to progress financial data entry and reporting.

Work will continue on development of our staff and team building across the whole Charity.

The Management Committee intend to recruit two additional trustees: with a range of skills and experience.

The Management Committee will continue to closely monitor expenditure and ensure that charitable activity spend reflects the income. The Wish Portal is now controlling Wishes demand. We will work on clearer monitored budgets for Wishes, in line with affordability. We will consider increasing the use of specific sponsorship for individual Wishes.

The Charity will review its Reserves Policy and how it invests in property. The Management Committee will consider the sale of properties not being used for Wishes. These properties are not increasing in value and do not currently attract sufficient rental income.

The Management Committee will continue to scrutinise all non-Wish expenditure, including staff costs, and support costs. Recruiting to vacant fundraising posts remains difficult as more large business and health care providers have started employing their own fundraisers for charitable trusts. Similarly, essential IT upgrades will need to be funded. As we start organising larger fundraising events, these will have to have budgets set and monitored.

Responsibilities of the Management Committee

The trustees (who are also directors of When You Wish Upon a Star for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for that period. In preparing these financial statements, the trustees are required to:

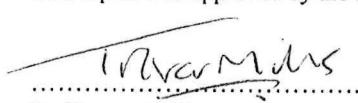
- select suitable accounting policies and then apply them consistently.
- observe the methods and principles in the Charities SORP 2015 (FRS 102).
- make judgments and estimates that are reasonable and prudent.
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware: there is no relevant audit information of which the charitable company's auditors are unaware; and the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report was approved by the board of Management Committee on 21/9/13 and signed on its behalf by:


.....
Dr Trevor Mills
Chair of Trustees

WHEN YOU WISH UPON A STAR

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Opinion

We have audited the financial statements of When You Wish Upon a Star (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statement is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

WHEN YOU WISH UPON A STAR

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the financial statements. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

WHEN YOU WISH UPON A STAR

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and the industry in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to the acts by the charitable company, which were contrary to applicable laws and regulations including fraud, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to misappropriation of funds in addition to the classification of costs between cost of raising funds and charitable activities.

Audit procedures performed included:

- agreeing a sample of sales to source documentation;
- recalculating the apportionment of expenditure between charitable activities and the cost of raising funds;
- enquiries of management and testing of journals, evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud; and
- evaluating the appropriateness of valuations and classification of properties, including agreeing the values to third party valuations.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

WHEN YOU WISH UPON A STAR

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

UHY Hacker Young

UHY Hacker Young,
David Allum (Senior Statutory Auditor)
14 Park Row
Nottingham
NG1 6GR

Date: 26.9.2023

UHY Hacker Young is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

WHEN YOU WISH UPON A STAR

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME & EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	%	Total Funds 2021 £	%
Incoming resources from:							
Donations and legacies	2	823,139	69,146	892,285		792,471	
Other trading activities	3	283,708	-	283,708		225,519	
Investment income:							
Bank interest		2,184	-	2,184		488	
Property income		7,975	-	7,975		9,785	
Total incoming resources		1,117,006	69,146	1,186,152		1,028,263	
Expenditure on:							
Raising funds	4	515,460	-	515,460	43	535,762	53
Charitable activities	4	612,652	70,198	682,850	57	478,207	47
Total expenditure		1,128,112	70,198	1,198,310		1,013,969	
Net income/ (expenditure)		(11,106)	(1,052)	(12,158)		14,294	
Transfer between funds	12	20,000	(20,000)	-		-	
Gain on revaluation of property	8	-	-	-		35,585	
Net movement in funds		8,894	(21,052)	(12,158)		49,879	
Other comprehensive income							
Revaluation of property	16	-	-	(391)		60,476	
Total movement in funds		8,894	(21,052)	(12,549)		110,355	
Reconciliation of funds							
Total funds brought forward	11	1,216,597	302,680	1,577,532		1,467,177	
Total funds carried forward	11	1,225,491	281,628	1,564,983		1,577,532	

The statement of financial activities includes all gains and losses in the year. All income and expenditure derive from continuing activities.

The notes on pages 18 to 32 form part of these financial statements.

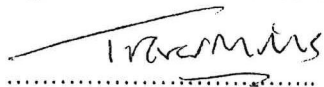
WHEN YOU WISH UPON A STAR

BALANCE SHEET FOR THE YEAR TO 31 DECEMBER 2022

	Note	£	2022 £	£	2021 £
Fixed assets					
Tangible assets	8		650,593		669,689
Current assets					
Stocks		36,915		50,098	
Debtors	9	118,586		122,438	
Cash at bank and in hand		862,938		816,360	
		<u>1,018,439</u>		<u>988,896</u>	
Creditors: amounts falling due within one year	10	(104,049)		(81,053)	
		<u></u>		<u></u>	
Net current assets			914,390		907,843
Net assets	11		<u>1,564,983</u>		<u>1,577,532</u>
Unrestricted funds	12		1,225,491		1,216,597
Restricted funds	12		281,628		302,680
Revaluation reserve	16		57,864		58,255
Total funds			<u>1,564,983</u>		<u>1,577,532</u>

For the year ending 31 December 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006. The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved and authorised for issue by the Board on 29/9/23
Signed on behalf of the board of trustees by:



Dr Trevor Mills

Chair of Trustees

Company Registration Number 3280440 (England and Wales)

The notes on pages 18 to 32 form part of these financial statements.

WHEN YOU WISH UPON A STAR

STATEMENT OF CASH FLOWS FOR THE YEAR TO 31 DECEMBER 2022

	Note	2022 £	2021 £
Cash flows from operating activities	13	48,581	54,450
Cash flows from investing activities			
Payments to acquire tangible fixed assets		(4,187)	(3,495)
Interest received		2,184	488
Net cash flows from investing activities		(2,003)	(3,007)
Net increase / (decrease) in cash and cash equivalents		46,578	51,443
Cash and cash equivalents brought forward		816,360	764,917
Cash and cash equivalents carried forward		862,938	816,360
Cash and cash equivalents consists of:			
Cash at bank and in hand		862,938	816,360
Cash and cash equivalents at 31 December 2022		862,938	816,360

The notes on pages 18 to 32 form part of these financial statements.

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

1 Accounting Policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

a. General information and basis of preparation

When You Wish Upon A Star is a charitable company limited by guarantee registered in England & Wales. In the event of the entity being wound up the members are required to contribute an amount not exceeding £10. The address of the registered office is given in the legal and administrative information in these financial statements. The nature of the charity's operations and principal activity is to provide wishes for terminally ill children or children with life threatening illnesses.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) second edition issued October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practise.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

b. Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are subject to restrictions on their expenditure imposed by the donor or through the terms of an appeal. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

c. Incoming Resources

All incoming resources are included in the statement of financial activities, when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

Voluntary income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable.

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

1 Accounting Policies (continued)

The trustees recognise the significant contribution made by volunteers, including service organisations, who give freely of their time. It is not practical to place a value on this contribution.

Other income, including rental income and interest receivable is included in the Statement of Financial Activities account on receipt.

Donations in kind are included in the Statement of Financial Activities as income and associated expenditure where there is demonstrable financial cost borne by the donor and the current value to the charity can be reliably measured.

Gift aid claimed is recognised in the Statement of Financial Activities upon receipt and not at the time of the donation attracting the gift aid.

Legacies are recognised in the Statement of Financial Activities at the point at which the charity is entitled to the funds and the current value to the charity can be reliably measured.

d. Resources Expended

Expenditure is recognised on an accruals basis, as a liability is incurred. Expenditure includes any VAT, which cannot be fully recovered and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such services and those costs of an indirect nature necessary to support them.

Support costs include office costs, governance costs and administrative payroll costs. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of resources. Premises overheads have been allocated on an apportionment basis and other overheads on a usage basis or percentage of staff time.

e. Leases

Rentals payable under operating leases are charged to the SOFA on a straight line basis over the period of the lease.

f. Fixed assets and depreciation

Fixed assets are stated at cost or valuation less accumulated depreciation. The cost of minor additions or those costing less than £1,000 are not capitalised. Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life or, in respect of properties, the period until the next expected significant refurbishment, as detailed below.

Land and buildings	- 50 years straight line
Office equipment	- 25% per annum on reducing balance
Motor vehicles	- 15% per annum on reducing balance

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

1 Accounting Policies (continued)

Land and buildings are valued at market value as detailed in note 8 to the financial statements.

Investment properties for which fair value can be measured reliably without undue cost or effort are measured at fair value at each reporting date with changes in fair value recognised in 'net gains / (losses) on investments' in the SoFA.

g. Stocks

Stocks are clothing and goods used in furtherance of the charity's objectives as part of fundraising events rather than for the purposes of resale. Stock held by the charity is therefore recorded at cost, after due regard for obsolete and slow-moving items. Items donated for resale are not included in the financial statements until they are sold at which point income is recognised.

h. Employee benefits

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

i. Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore meets the definition of a charitable company for UK corporation tax purposes.

j. Going concern

The Covid-19 Pandemic caused major disruption to the charity; reducing the ability to fundraise and postponing most charitable activity. A charity Covid-19 Plan was implemented under which the charity reduced staff costs, charitable activity and other expenditure. The charity is slowly returning to pre pandemic activities, although continues to be affected by the long term impact of the pandemic. The financial statements have been prepared on a going concern basis, despite the £12,158 (2021: £110,355) deficit in the year. The trustees have considered the level of funds held and the expected level of income and expenditure for at least 12 months from authorising these financial statements and believe that the charity remains in a sustainable position to be able to continue as a going concern.

k. Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks.

l. Basic financial instruments

Basic financial assets, which include debtors and cash and bank balances, are measured at transaction price including transaction costs. Financial assets classified as receivable within one year are not amortised.

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

Basic financial liabilities, including creditors, are recognised at transaction price. Financial liabilities classified as payable within one year are not amortised.

m. Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in the SoFA.

n. Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

o. Key sources of estimation uncertainty

In the application of the company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

Property valuation

The Charity holds four properties in total; three properties held for wish children and classified as land and buildings and one held as an investment property. Two of the properties held in land and buildings are carried in the accounts based upon desktop valuations obtained from professional estate agents in 2021. The other two properties are valued using the trustees desktop valuations.

Land and buildings include a property in Florida which was sold March 2023 for \$409,500, this is greater than the \$310,000 carrying value included within the accounts. As a post balance sheet event the transaction has no impact on the current financial statements.

As at the year end the Trustees are of the opinion that the carrying values of all properties fairly reflect current market values. Desktop valuations by their very nature do not involve a physical inspection of the properties and so are based upon certain assumptions in arriving at an estimated value. See note 8 for further details.

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

2. Donations and legacies For the year to 31 December 2022

	Unrestricted Funds £	Restricted Funds £	Totals 2022 £
Beryl Bamford	5,000	-	5,000
Christine McCleod	5,000	-	5,000
Insider Media	5,235	-	5,235
Kenneth Clark	6,000	-	6,000
Dennis Hooley	6,038	-	6,038
PalletForce Ltd	7,669	-	7,669
La Vita Restaurants	8,038	-	8,038
Shirley Wylie	9,000	-	9,000
Kroll	12,061	-	12,061
Albert Raymond Wakeford	14,904	-	14,904
Scottish Children's Lottery	-	15,000	15,000
Manor View Hotels	-	16,212	16,212
TCPA Card & Payment Awards	17,622	-	17,622
George Alert Hopkinson	17,915	-	17,915
Jane Pollack Newman	20,194	-	20,194
DM Tyler	20,273	-	20,273
J Myles & Co	28,200	-	28,200
Cameron Allinson	29,571	-	29,571
Rolan John Heathcote	38,706	-	38,706
John Raymond Brooks	40,443	-	40,443
James Fredrick Cousins	54,399	-	54,399
Valerie Phelps	113,071	-	113,071
Donations in Kind (see below)	17,926	37,934	55,860
Grants and Trusts (see below)	10,069	-	10,069
General donations & gifts <£5,000	335,805	-	335,805
	<u>823,139</u>	<u>69,146</u>	<u>892,285</u>
Donations in Kind	12,733	33,434	46,167
Donated goods / experiences	5,193	4,500	9,693
	<u>17,926</u>	<u>37,934</u>	<u>55,860</u>
Grants and Trusts			
Tesco Community Grant	1,625	-	1,625
Amazon	1,000	-	1,000
Arnold Clark	1,000	-	1,000
Love2Donate	319	-	319
Charitable Trust	5,000	-	5,000
Tesco Groundworks	1,125	-	1,125
	<u>10,069</u>	<u>-</u>	<u>10,069</u>

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

For the year to 31 December 2021

	Unrestricted Funds £	Restricted Funds £	Totals 2021 £
Peter Birchenough	83,857	-	83,857
James Frederick Cousins	50,000	-	50,000
G Anderson	36,843	-	36,843
Cecil Richard Stubbs	29,143	-	29,143
Butler Reynolds	20,400	-	20,400
Anne Cecile Halkyard	20,000	-	20,000
G D Turner	10,000	-	10,000
Emily Jones	10,000	-	10,000
Dorothy Hall	9,564	-	9,564
Lucy Carroll	7,147	-	7,147
Derwent London	7,000	-	7,000
Dennis Hooley	6,521	-	6,521
Sylvia Rose Wilson	6,059	-	6,059
Groundwork UK	5,625	-	5,625
Edinburgh Students	5,000	-	5,000
Donations in Kind (see below)	10,575	-	10,575
Grants and Trusts (see below)	-	55,220	55,220
General donations, gifts & fundraising	335,276	84,241	419,517
	653,010	139,461	792,471
Donations in Kind			
Floorbury – premises rental	10,575	-	10,575
	10,575	-	10,575
Grants and Trusts			
HMRC Job Retention Scheme grants	-	52,720	52,720
Leicester City Council	-	2,500	2,500
	-	55,220	55,220

3. Other trading activities

	2022 £	2021 £
Outlet store income	250,661	191,103
Events income	33,047	34,416
	283,708	225,519

Income from other trading activities of £283,708 (2021: £225,519) was wholly attributable to unrestricted funds.

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

4. Total Resources Expended

For the year to 31 December 2022

	Basis of Allocation	Costs of Raising Funds	Charitable Activities	Costs of Raising Funds Restricted	Charitable Activities Restricted	Total 2022	Total 2021
		£	£	£	£	£	£
Costs directly allocated to activities:							
Wishes	Direct	-	138,618	-	70,198	208,816	140,588
Events	Direct	46,474	-	-	-	46,474	40,206
Advertising	Direct	2,360	-	-	-	2,360	2,332
Fundraising	Direct	2,592	-	-	-	2,592	-
Publicity & T shirts	Direct	13,456	-	-	-	13,456	22,809
Support costs allocated to activities:							
Audit and accounts	Apportionment	4,189	9,775	-	-	13,964	16,436
Staff costs (note 6)	Staff time	351,645	189,348	-	-	540,993	530,073
Motor & travel	Apportionment			-	-		
		5,211	12,158	-	-	17,369	21,097
Depreciation	Usage	2,794	20,488	-	-	23,282	24,830
Telephone	Apportionment	11,357	26,499	-	-	37,856	(4,462)
Property maintenance	Usage	12,016	67,914	-	-	79,930	26,346
Printing, post, stationery	Apportionment	2,951	6,886	-	-	9,837	9,416
Insurance	Apportionment	3,992	9,314	-	-	13,306	13,739
Equipment rental	Apportionment	1,634	3,812	-	-	5,446	8,607
Rent	Apportionment	24,422	56,984	-	-	81,406	70,464
Rates	Apportionment	3,523	8,219	-	-	11,742	13,002
Gas & Electric	Apportionment	4,100	9,566	-	-	13,665	14,939
Sundries	Apportionment	2,646	6,174	-	-	8,820	7,473
Bank charges and similar	Apportionment	3,220	7,513	-	-	10,733	9,877
Legal fees	Apportionment	2,656	6,196	-	-	8,852	11,026
Comp and software costs	Apportionment	14,223	33,188	-	-	47,411	35,171
Total resources expended		515,460	612,652	-	70,198	1,198,310	1,013,969

Total costs in 2022 of £1,198,310 were attributed as £1,128,112 to unrestricted funds and £70,198 to restricted funds (2021: £911,461 to unrestricted funds and £102,508 to restricted funds).

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

4. Total Resources Expended (continued)

For the year to 31 December 2021

	Basis of Allocation	Costs of Raising Funds	Charitable Activities	Costs of Raising Funds Restricted	Charitable Activities Restricted	Total 2021	Total 2020
		£	£	£	£	£	£
Costs directly allocated to activities:							
Wishes	Direct	-	93,301	-	47,287	140,588	53,370
Events	Direct	40,206	-	-	-	40,206	62,104
Advertising	Direct	2,332	-	-	-	2,332	4,668
Fundraising	Direct	-	-	-	-	-	42
Publicity & T shirts	Direct	22,809	-	-	-	22,809	2,551
Support costs allocated to activities:							
Audit and accounts	Apportionment	4,931	11,505	-	-	16,436	21,904
Staff costs (note 6)	Staff time	346,642	128,210	40,311	14,910	530,073	635,390
Motor & travel	Apportionment	6,329	14,768	-	-	21,097	26,175
Depreciation	Usage	2,980	21,850	-	-	24,830	28,812
Telephone	Apportionment	(1,339)	(3,123)	-	-	(4,462)	50,351
Property maintenance	Usage	5,533	20,813	-	-	26,346	30,552
Credit card charges	Usage	9,877	-	-	-	9,877	6,959
Printing, posting, stationery	Apportionment	2,825	6,591	-	-	9,416	8,982
Insurance	Apportionment	4,122	9,617	-	-	13,739	9,400
Equipment rental	Apportionment	2,582	6,025	-	-	8,607	4,813
Rent	Apportionment	21,139	49,325	-	-	70,464	76,025
Rates	Apportionment	3,901	9,101	-	-	13,002	11,679
Gas & Electric	Apportionment	4,482	10,457	-	-	14,939	15,901
Sundries	Apportionment	2,229	5,201	-	-	7,430	9,581
Office costs	Apportionment	10,564	24,650	-	-	35,214	37,814
Legal fees	Apportionment	3,308	7,718	-	-	11,026	12,611
Total resources expended		495,451	416,010	40,311	62,197	1,013,969	1,109,684

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

5. Net Incoming Resources for the Year

	2022	2021
	£	£
This is stated after charging:		
Depreciation	23,282	24,830
Auditor's remuneration	12,600	11,000
Operating lease rentals	87,429	79,071

6. Staff Costs and Numbers

	2022	2021
	£	£
Staff costs were as follows:		
Salaries and wages	436,345	475,165
Social security costs	34,485	36,705
Pension costs	12,269	13,102
Redundancy costs	37,000	-
Recruitment and training	20,894	5,101
Gross staff costs	<u>540,993</u>	<u>530,073</u>

No employee received emoluments of more than £60,000.

The average monthly number of employees was as follows:

	2022	2021
	No	No
Activities in furtherance of the charity's objectives	<u>21</u>	<u>22</u>

7. Trustee and Key Management Personnel Remuneration & Related Party Transactions

No members of the Management Committee received any remuneration during the year. The Management Committee did not have any expenses reimbursed during the year (2021: £nil).

No other trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year.

The total amount of employee benefits received by key management personnel is £124,015 (2021: £139,662). The trustees consider the key management personnel to comprise the Chief Executive Officer, General Manager, Deputy Manager and Fundraising Manager.

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

8. Tangible Fixed Assets

	Office Equipment £	Investment Properties £	Land & Buildings £	Motor Vehicles £	Total £
Cost or valuation					
At 1 January 2022	251,426	122,700	497,496	16,884	888,506
Additions	4,187	-	-	-	4,187
At 31 December 2022	255,613	122,700	497,496	16,884	892,693
Accumulated depreciation					
At 1 January 2022	205,226	-	2,646	10,946	218,818
Charge for year	11,806	-	10,585	891	23,282
At 31 December 2022	217,032	-	13,231	11,836	242,100
Net Book Value					
At 31 December 2022	38,581	122,700	484,265	5,048	650,593
At 31 December 2021	46,200	122,700	494,850	5,939	669,689

At the year end, the Charity held four properties in total. Three held for the wish children – two in Florida, approximately a 15 minute drive from Disney World and one in Cornwall on a manor estate - and an investment property in a popular resort in Alicante held primarily to generate short term rental income for the charity and the longer term potential for capital growth.

The three properties held for wish children are classified as land and buildings and are included in the accounts at cost or valuation less depreciation. The Cornwall property was revalued during October 2021 to £80,000 based on the trustee's desktop valuation. The two Florida properties were revalued during October 2021 to £206,637 and £210,859 by Stellar MLS, independent valuers not connected with the charity on the basis of market value. The valuation was based on recent market transactions on arm's length terms for similar properties.

During 2017, the Alicante property was transferred from land and buildings to investment properties as the primary usage of the property was to generate rental income for the charity, although it retains a secondary usage and is still available for use by wish children. The property was valued at £122,700 by Barclays Properties, Alicante in 2019.

Land and buildings include a property in Florida which was sold March 2023 for \$409,500 (£331,957), this is greater than the \$310,000 (£201,141) carrying value included within the accounts. As a post balance sheet event the transaction has no impact on the current financial statements.

The Trustees are of the opinion that the carrying values of all properties are a fair reflection of the current market values.

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

9. Debtors

	2022 £	2021 £
Prepayments & accrued income	116,043	117,563
Other debtors	2,543	4,875
	<u>118,586</u>	<u>122,438</u>

10. Creditors: Amounts falling due within one year

	2022 £	2021 £
Trade creditors	28,038	43,224
Taxation & social security	8,668	8,425
Accruals	64,573	26,956
Other creditors	2,770	2,448
	<u>104,049</u>	<u>81,053</u>

11. Analysis of net assets between funds

2021	Restricted Funds £	Revaluation Reserve £	General Funds £	Total Funds £
Tangible fixed assets	-	-	669,689	669,689
Current assets	302,680	-	627,961	930,641
Current liabilities	-	-	(81,053)	(81,053)
Revaluation reserve	-	58,255	-	58,255
At 31 December 2021	<u>302,680</u>	<u>58,255</u>	<u>1,216,597</u>	<u>1,577,532</u>
2022	£	£	£	£
Tangible fixed assets	-	-	650,593	650,593
Current assets	281,628	-	678,947	960,575
Current liabilities	-	-	(104,049)	(104,049)
Revaluation reserve	-	57,864	-	57,864
At 31 December 2022	<u>281,628</u>	<u>57,864</u>	<u>1,225,491</u>	<u>1,564,983</u>

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

12. Movement in Funds

	At 1 Jan 2022 £	Incoming Resources £	Outgoing Resources £	Gains on Revaluation £	Transfers £	At 31 Dec 2022 £
Unrestricted funds						
General funds	1,216,597	1,117,006	(1,128,112)	-	20,000	1,225,491
	1,216,597	1,117,006	(1,128,112)	-	20,000	1,225,491
Restricted funds						
Center Parcs	135,118	-	-	-	-	135,118
Key 103 – Cash for Kids	46,607	-	(33,698)	-	-	12,909
Disney Wishes	20,000	-	(20,000)	-	-	-
North West	20,000	-	-	-	(20,000)	-
Baking Event	1,000	-	-	-	-	1,000
Wish Ball 2022	-	16,500	(16,500)	-	-	-
Lapland	79,955	19,212	-	-	-	99,167
Donations in Kind for Wishes	-	33,434	-	-	-	37,934
	302,680	69,146	(70,198)	-	(20,000)	281,628
Total Funds	1,519,277	1,186,152	(1,198,310)	-	-	1,507,119

The Center Parcs donations are made in support of the annual Center Parcs wish event which treats wish families to a three day experience in the Winter Wonderland at Sherwood Forest. Donations were made by Eddie Stobart and Kentown Wizard.

Key 103 – Cash for Kids donations are made in support of granting wishes to children in the Greater Manchester area.

The Disney Wishes fund was donated by Y Hughes specifically for granting wishes to Disney.

The transfer relates to funds which had been previously designated as restricted, but upon further review, it was found that there was no restriction in place.

The funds received from Alton Towers specifically relate to a trip to Alton towers including a hotel stay and platinum FastTrack tickets for a group of children.

The funds received from Leicester City Council are a grant towards an employee's salary.

Arnold Clark and MacRoberts LLP both granted donations for the purposes of a baking event.

The HMRC Job Retention Scheme was received and utilised in the prior year with respect of employees furloughed.

The Lapland fund is comprised of donations received for the purpose of funding the annual trip to Lapland, trips to Lapland have been placed on hold during the year as a result of the pandemic. The transfer of £36,494 in the prior year from unrestricted funds is to transfer the donations received. The fund is restricted and carried forward for future wishes.

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

	At 1 Jan 2021 £	Incoming Resources £	Outgoing Resources £	Gains on Revaluation £	Transfers £	At 31 Dec 2021 £
Unrestricted funds						
General funds	1,201,450	925,296	(911,461)	37,806	(36,494)	1,216,597
	1,201,450	925,296	(911,461)	37,806	(36,494)	1,216,597
Restricted funds						
Center Parcs	135,118	-	-	-	-	135,118
Key 103 – Cash for Kids	85,609	-	(39,002)	-	-	46,607
HMRC Job Retention Scheme	-	52,720	(52,720)	-	-	-
Disney Wishes	20,000	-	-	-	-	20,000
East Midlands	5,000	1,500	(6,500)	-	-	-
North West	20,000	-	-	-	-	20,000
Leicester City Council Grant	-	2,500	(2,500)	-	-	-
Baking Event	-	2,286	(1,286)	-	-	1,000
Shoosmiths Yorkshire Wishes	-	500	(500)	-	-	-
Lapland	-	43,461	-	-	36,494	79,955
	265,727	102,967	(102,508)	-	36,494	302,680
Total Funds	1,467,177	1,028,263	(1,013,969)	37,806	-	1,519,277

13. Cash flows from Operating Activities

	2022 £	2021 £
Net income for the reporting period (per the statement of financial activities)	(12,158)	110,355
Adjustments for:		
Depreciation charges	23,282	24,830
Interest	(2,184)	(488)
Fair value gain on land and buildings	-	(96,061)
(Increase)/decrease in stocks	13,191	28,815
(Increase)/decrease in debtors	3,851	850
Increase/(decrease) in creditors	22,599	(13,851)
Net cash provided by operating activities	48,581	54,450

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

14. Financial Commitments

Operating lease commitments

At 31 December 2022 the charity had total commitments under non-cancellable operating leases as follows:

	2022 £	2021 £
Less than one year	32,117	47,601
Later than one and not later than five years	11,312	25,901
	<hr/> 43,429	<hr/> 73,502

Since the year end the charity has entered into new lease commitments totalling £6,600 per annum.

15. Free Reserves

At the year end the charity had free reserves as follows:

	2022 £	2021 £
Total funds (note 12)	1,507,119	1,519,277
Less:		
Restricted funds (note 12)	(281,628)	(302,680)
Tangible fixed assets (note 8)	(650,593)	(669,689)
Financial commitments (note 14)	(131,313)	(91,186)
	<hr/> 443,585	<hr/> 455,722

Tangible fixed assets include four properties. Three held for the wish children – two in Florida, approximately a 15-minute drive from Disney World and one in Cornwall on a manor estate - and an investment property in a popular resort in Alicante held primarily to generate short term rental income for the charity and the longer-term potential for capital growth.

Land and buildings include a property in Florida which was sold March 2023 for \$409,500 (£331,597) this is greater than the \$310,000 (£201,141) carrying value included within the accounts. As a post balance sheet event the transaction has no impact on the current financial statements.

WHEN YOU WISH UPON A STAR

NOTES TO THE ACCOUNTS FOR THE YEAR TO 31 DECEMBER 2022

16. Revaluation Reserve

	2022	2021
	£	£
Brought forward at 1 January 2022	58,255	
Revaluation of properties	-	60,476
Depreciation transfer to retained earnings	(391)	(2,221)
Carried forward at 31 December 2022	<u>57,864</u>	<u>58,255</u>